

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER AND SEWER)	
ADJUSTMENT OF WARREN COUNTY)	CASE NO. 96-038
WATER AND SEWER DISTRICT)	

O R D E R

On February 8, 1996, Warren County Water and Sewer District ("Warren Water") and ("Warren Sewer") filed its application with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water and sewer adjustment procedures. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the evidence of record and being otherwise sufficiently advised, finds that:

1. Warren Water purchases water from Bowling Green Municipal Utilities ("Bowling Green"). Bowling Green treats and disposes of the sewage collected by Warren Sewer.

2. During the 12 months ending December 31, 1995, Warren Water purchased 1,876,019,772 gallons of water from Bowling Green and sold 1,823,158,132 gallons. Bowling Green disposed of 449,855,332 gallons of sewage from Warren Sewer.

3. Effective March 1, 1996, Bowling Green will increase its wholesale water rates for the Northside section of Bowling Green from \$0.4709 to \$0.5976 per 1,000 gallons. The rates for the

Westside section of Bowling Green will be increased from \$0.6604 to \$0.8030 per 1,000 gallons. Warren Water proposed to increase its rates to its customers effective March 1, 1996.

4. Effective March 1, 1996, Bowling Green will increase its rate for the treatment and disposal of sewage from \$0.5315 to \$0.9444 per 1,000 gallons. Warren Sewer proposed to increase its rates to its customers effective March 1, 1996.

5. Warren Water's calculations are correct and show an increase in purchased water cost of \$254,462, resulting in a purchased water adjustment of \$0.14 per 1,000 gallons. Based on an average monthly usage of 5,000 gallons, the average bill of Warren Water's customers will increase \$0.70 from \$15.49 to \$16.19, an increase of 5 percent.

6. Warren Sewer's calculations are correct and show an increase in sewer disposal cost of \$185,741, resulting in a purchased sewer adjustment of \$0.33 per 1,000 gallons. Based on an average monthly usage of 5,000 gallons, the average bill of Warren Sewer's customers will increase \$1.65 from \$17.90 to \$19.55, an increase of 9 percent. The bills for customers within the city of Smiths Grove will increase \$1.65 from \$24.85 to \$26.50 an increase of 7 percent.

6. The purchased water adjustment of \$0.14 per 1,000 gallons and the sewage adjustment of \$0.33 per 1,000 gallons as set out in

Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.14 per 1,000 gallons and the rates in Appendix A are approved for water service rendered on and after March 1, 1996.

2. The purchased sewer adjustment of \$0.33 per 1,000 gallons and the rates in Appendix A are approved for sewer service rendered on and after March 1, 1996.

3. Warren Water's proposed tariff is approved.

4. Warren Sewer's proposed tariff is approved.

Done at Frankfort, Kentucky, this 27th day of February, 1996.

PUBLIC SERVICE COMMISSION

Jinda K Breathitt
Chairman

Eric J. Holmes
Vice Chairman

Robert M. Davis
Commissioner

ATTEST:

Don Mills
Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 96-038 DATED FEBRUARY 27, 1996.

The following rates and charges are prescribed for the customers in the area served by Warren County Water and Sewer District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

MONTHLY WATER RATES

5/8 x 3/4 Inch Connection

First	2,000 gallons	\$8.90	Minimum Bill
Next	8,000 gallons	2.43	per 1,000 gallons
Next	90,000 gallons	1.97	per 1,000 gallons
Next	900,000 gallons	1.62	per 1,000 gallons
Over	1,000,000 gallons	1.33	per 1,000 gallons

Monthly Minimum Bills

<u>Meter Size</u>	<u>Minimum Usage</u>	<u>Minimum Bill</u>
3/4	3,000	\$ 11.56
1	5,000	17.00
1 1/2	10,000	32.03
2	16,000	45.57
3	30,000	115.29
4	50,000	166.18
6	100,000	281.73
8	160,000	396.13
10	550,000	1,056.69

The rate to be charged after the minimum rate is the same regardless of meter size.

MONTHLY SEWER RATES FOR ALL AREAS
OUTSIDE THE CITY OF SMITHS GROVE

5/8 x 3/4 Inch Connection

First	2,000 gallons	\$8.78 Minimum Bill
Next	6,000 gallons	3.59 per 1,000 gallons
Next	12,000 gallons	2.40 per 1,000 gallons
Next	80,000 gallons	2.01 per 1,000 gallons
Over	100,000 gallons	1.39 per 1,000 gallons

Monthly Minimum Bills

<u>Meter Size</u>	<u>Minimum Usage</u>	<u>Minimum Bill</u>
5/8	2,000	\$8.78
3/4	3,000	12.37
1	5,000	19.55
1 1/2	10,000	35.15
2	16,000	49.52
3	30,000	79.22
4	50,000	119.42
6	100,000	219.92

The rates to be charged after the minimum rate is the same regardless of meter size.

MONTHLY SEWER RATES FOR USERS WITHIN
THE CITY LIMITS OF SMITHS GROVE

5/8 x 3/4 Inch Connection

First	2,000 gallons	\$15.22 Minimum Bill
Next	6,000 gallons	3.76 per 1,000 gallons
Next	12,000 gallons	2.56 per 1,000 gallons
Next	80,000 gallons	2.96 per 1,000 gallons
Over	100,000 gallons	2.16 per 1,000 gallons

Monthly Minimum Bills

<u>Meter Size</u>	<u>Minimum Usage</u>	<u>Minimum Bill</u>
5/8	2,000	\$15.22
3/4	3,000	18.98
1	5,000	26.50
1 1/2	10,000	44.90
2	16,000	66.26
3	30,000	110.10
4	50,000	169.30
6	100,000	317.30

The rates to be charged after the minimum rate is the same regardless of meter size.